

ASSEMBLY BILL NO. 255—COMMITTEE ON GOVERNMENT AFFAIRS

(ON BEHALF OF LEGISLATIVE COMMISSION'S AUDIT SUBCOMMITTEE)

FEBRUARY 16, 1999

Referred to Committee on Government Affairs

SUMMARY—Requires biennial report by director of department of administration on status of internal accounting and administrative controls in certain state agencies. (BDR 31-1201)

FISCAL NOTE: Effect on Local Government: No.
Effect on the State or on Industrial Insurance: Yes.

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EXPLANATION – Matter in ***bolded italics*** is new; matter between brackets ~~[omitted material]~~ is material to be omitted.

AN ACT relating to state financial administration; requiring biennial reporting by the director of the department of administration on the status of internal accounting and administrative controls in certain state agencies; and providing other matters properly relating thereto.

THE PEOPLE OF THE STATE OF NEVADA, REPRESENTED IN SENATE
AND ASSEMBLY, DO ENACT AS FOLLOWS:

- 1 **Section 1.** NRS 353A.025 is hereby amended to read as follows:
2 353A.025 1. The head of each agency shall periodically review the
3 agency's system of internal accounting and administrative control to
4 determine whether it is in compliance with the uniform system of internal
5 accounting and administrative control for agencies adopted pursuant to
6 subsection 1 of NRS 353A.020.
7 2. On or before July 1 of each even-numbered year, the head of each
8 agency shall report to the director whether the agency's system of internal
9 accounting and administrative control is in compliance with the uniform
10 system adopted pursuant to subsection 1 of NRS 353A.020. The reports
11 must be made available for inspection by the members of the legislature.
12 ***3. The director shall, on or before the first Monday in February of***
13 ***each odd-numbered year, submit a report on the status of internal***
14 ***accounting and administrative controls in agencies to the:***
15 ***(a) Director of the legislative counsel bureau for transmittal to the:***

- 1 *(1) Senate standing committee on finance; and*
- 2 *(2) Assembly standing committee on ways and means;*
- 3 *(b) Governor; and*
- 4 *(c) Legislative auditor.*
- 5 *4. The report submitted by the director pursuant to subsection 3 must*
- 6 *include, without limitation:*
- 7 *(a) The identification of each agency that has not complied with the*
- 8 *requirements of subsections 1 and 2;*
- 9 *(b) The identification of each agency that does not have an effective*
- 10 *method for reviewing its system of internal accounting and*
- 11 *administrative control; and*
- 12 *(c) The identification of each agency that has weaknesses in its system*
- 13 *of internal accounting and administrative control, and the extent and*
- 14 *types of such weaknesses.*

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